



State of Tennessee

Health Services and Development Agency

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AGENDA

Legislative Plaza

Room 31

Sixth Avenue North & Union Street

Nashville, TN

Wednesday, August 27, 2014

8:30 a.m. CDT

- I. CALL TO ORDER
- II. ROLL CALL
- III. DIRECTOR'S ANNOUNCEMENTS
- IV. APPROVAL OF MINUTES
- V. STATE HEALTH PLAN UPDATE
 - A. Update: Jeff Ockerman, Director of Health Planning, Department of Health
- VI. CONSENT CALENDAR APPLICATION
 - A. Alexian Village Health and Rehabilitation Center, Signal Mountain (Hamilton County), TN — CN1406-026
The replacement of a 114* bed nursing home on the Alexian Village campus. The replacement facility was originally approved under CN1110-042A on March 28, 2012. The facility has been built but the certificate of need expired on May 1, 2014 prior to the final inspection by the Tennessee Department of Health. The replacement facility moved from 671 Alexian Way to 622 Alexian Way, Signal Mountain (Hamilton County), Tennessee 37377. There is no change in the number of beds at the facility, no new services initiated, and no new services discontinued. The estimated project cost is \$22,718,154.00.
*These beds are not subject to the 2014-2015 Nursing Home Bed Pool.
- VII. CERTIFICATE OF NEED APPLICATIONS
 - A. Hospice Alpha, Inc., Linden (Perry County), TN — CN1404-010
The establishment of a home care organization to provide hospice services at 102 North Poplar Street in Linden (Perry County), Tennessee. The service area will include the following counties: Benton, Chester, Decatur, Hardin, Henderson, Hickman, Humphreys, Lawrence, Lewis, McNairy, Perry, and Wayne. The estimated project cost is \$95,500.00.
Opposition: Life Care Center of Centerville; Deaconess HomeCare; Caris Healthcare, Columbia & Somerville; Unity Hospice Care; Tennessee Quality Hospice; Hospice Compassus; West Tennessee Healthcare; Kenneth Salhany, D.O.; Kristy King; Lisa Hunt; Jennifer Armstrong; Martha Browning; Dick Jackson, M.D.; Melanie Polk; Lisa Braughtner; Jenny Brewer; Sandra Mills; Jane Delaney;

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Angela Puckett; Jennie Harper; Nicole Wilson; Pam Davis; Teena Jenkins; Rhonda Cummings; Jenny Campbell; Karren Marshall; Marilyn Knight; Joyce Thompson; Allen Maness; Amber Larue; Mark Stanfill; Bonnie Seawright; Amy McKenzie; Reggie Henderson, M.D; Jennifer Turpin; Glendora Fleeman, NHC HealthCare

- B. Lakeway Regional Hospital, Morristown (Hamblen County), TN — CN1405-013
The discontinuation of obstetrical (OB) services. The sixteen (16) OB beds will be redistributed to general medical/surgical beds. The hospital's current 135 licensed bed complement will not change. The estimated project cost is \$33,000.00.
- C. BHG Jackson Treatment Center, Jackson (Madison County), TN — CN1405-014
The relocation of the nonresidential substitution-based treatment center for opiate addiction from its current site at 1869 Hwy 45 Bypass, Suite 5 to 58 Carriage House Drive, Suites A&B, Jackson (Madison County), Tennessee. The estimated project cost is \$1,274,050.00.
- D. Maxim Healthcare Services, Johnson City (Washington County), TN — CN1405-015
The establishment of a home care organization to provide home health services at 208 Sunset Drive, Suite 503, Johnson City (Sullivan County), Tennessee. The service area includes the following counties: Carter, Johnson, Sullivan, Unicoi, and Washington. The estimated project cost is \$463,825.00.
Opposition: Interim Healthcare of East Tennessee; NHC HomeCare, Johnson City; Medical Center Homecare Services; Gentiva Health Services; Elk Valley Health Services

VIII. GENERAL COUNSEL'S REPORT

- A. Horizon Health & Rehab Center (formerly known as United Regional Medical Center Nursing Home), Manchester (Coffee County), TN — CN0707-061AME
1) Request for a twenty-four (24) month extension of the expiration date from December 18, 2014 to December 18, 2016; 2) Modify the project cost to be \$10,696,697.00, or such lesser amount as the HSDA may determine; and 3) Determine that the conversion of Health Services Manchester, LLC into Health Services Manchester, Inc., a Tennessee nonprofit corporation, is not a change of ownership and will not disturb the status of the Health Services Manchester entity as the proper current and future holder of CN0707-061AME.

The project was originally approved on December 12, 2007 for the relocation and replacement of the existing 72-bed nursing home from 1001 McArthur Drive to the intersection of McArthur Drive and Oak Drive, Manchester (Coffee County), TN with an extended expiration date of February 1, 2010. The project was appealed and once the appeal was dismissed, the expiration date was extended by operation of law until December 18, 2012. On October 24, 2012, a first extension was requested and approved which extended the expiration date until December 18, 2014. The new estimated project cost is \$10,696,697.00.
- B. Dyersburg Regional Medical Center, Dyersburg (Dyer County), TN — CN1403-007A
Request by Agency staff for the consideration of a slight modification of a condition, as proposed by Jackson-Madison County General Hospital (JMCGH) and Dyersburg Regional Medical Center (DRMC). On July 23, 2014, DRMC was approved with a condition related to the recruitment of two interventional cardiologists for the expansion of cardiac catheterization services from diagnostic-only procedures to include interventional (therapeutic) cardiac catheterization procedures. The estimated project cost was \$367,763.00.
- C. Contested Case Update

IX. OTHER BUSINESS

X. ADJOURNMENT